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# ANNUAL AUDITED REPORT FORM X-17A-5 PART III

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Information Required of Brokers and Dealers Pursuant to Section 17 of the Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING January 1, 2017 AN			ecember 31, 2017
MM/DD/YY			MM/DD/YY
A. REG	ISTRANT IDENTIFI	ICATION	
NAME OF BROKER-DEALER: Cambrido	ge International Pa	artners LLC	OFFICIAL USE ONLY
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  780 Third Ave, 7th Fl		FIRM I.D. NO.	
	(No. and Street)		
New York	NY		10017
(City)	(State)		(Zip Code)
NAME AND TELEPHONE NUMBER OF PER John H. Temple (212) 826-8290	RSON TO CONTACT IN	REGARD TO THIS R	EPORT
			(Area Code – Telephone Number)
B. ACCC	UNTANT IDENTIF	ICATION	
INDEPENDENT PUBLIC ACCOUNTANT wh	ose opinion is contained	in this Report*	
Lerner & Sipkin CPAs LLP	iose opinion is contained	in uns report	
0	Name – if individual, state last,	first, middle name)	
132 Nassau St, Ste 1023	New York	NY	10038
(Address)	(City)	(State)	(Zip Code)
CHECK ONE:			
✓ Certified Public Accountant			
Public Accountant			
Accountant not resident in Unite	d States or any of its poss	essions.	
	OR OFFICIAL USE O	NLY	

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SEC 1410 (06-02)

<sup>\*</sup>Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

#### OATH OR AFFIRMATION

I, John H. Temple		, swear (or affirm) that, to the best of
Cambridge International Partners LL	anying financial statement a .C	nd supporting schedules pertaining to the firm of
of December 31	, 2017	, are true and correct. I further swear (or affirm) that
neither the company nor any partner, classified solely as that of a customer	proprietor, principal officer	or director has any proprietary interest in any account
None		
	GEMA M ARANDA Notary Public – State of Florida Commission = GG 184121 My Comm. Expires Feb 8, 2022 Inded through National Notary Assn.	Signature President Title
Notary Public		
This report ** contains (check all app  (a) Facing Page.  (b) Statement of Financial Condity (c) Statement of Income (Loss).  (d) Statement of Changes in Finaty (e) Statement of Changes in Stocy (f) Statement of Changes in Liaby (g) Computation of Net Capital.	tion. ncial Condition. kholders' Equity or Partners ilities Subordinated to Clain	ns of Creditors.
Computation for Determination  (k) A Reconciliation between the consolidation.	ossession or Control Require opropriate explanation of the on of the Reserve Requireme	Pursuant to Rule 15c3-3.  Ements Under Rule 15c3-3.  Computation of Net Capital Under Rule 15c3-1 and the ents Under Exhibit A of Rule 15c3-3.  ments of Financial Condition with respect to methods of
<ul> <li>✓ (I) An Oath or Affirmation.</li> <li>✓ (m) A copy of the SIPC Supplement</li> <li>✓ (n) A report describing any material</li> </ul>		t or found to have existed since the date of the previous audit.

<sup>\*\*</sup>For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

#### STATEMENT OF FINANCIAL CONDITION

#### **DECEMBER 31, 2017**

#### **ASSETS**

Total liabilities and members' equity

Cash and cash equivalents Accounts receivable Fixed assets, net of accumulated depreciation and amortization of \$19,299 (Note 2(d)) Other assets Total assets	\$ 410,203 17,909 28,301 20,894 \$ 477,307
LIABILITIES AND MEMBERS' EQUITY	
Liabilities: Accounts payable and accrued expenses (Note 5) Total liabilities	\$ 97,298 97,298
Commitments and Contingencies (Note 6)	
Members' equity (Notes 7 & 8):  Members' equity	380,009

477,307

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2017

#### Note 1 - Nature of Business

Cambridge International Partners LLC (the "Company"), a Delaware limited liability corporation, was formed to succeed, as of January 1, 2014, to all the assets and liabilities of Cambridge International Partners, Inc. The Company is a broker/dealer registered with the Securities and Exchange Commission ("SEC") and is a member of the Financial Industry Regulatory Authority ("FINRA"). The Company earns consulting and advisory fees from investment banking services, providing merger and acquisition, financial advisory and general corporate consulting services to companies.

On January 1, 2014, all of the assets and liabilities of Cambridge International Partners, Inc. (the "Predecessor") were transferred to Cambridge International Partners LLC, and the Predecessor was dissolved.

#### Note 2 - Summary of Significant Accounting Policies

#### a) Revenue Recognition

The Company recognizes revenue from success fees upon completion of the transactions and advisory fees over the life of the underlying agreement at the time work is performed and services are rendered.

#### b) Income Taxes

The Company does not pay federal or state corporate income taxes on its taxable income. Instead, the members are liable for individual income taxes on their respective share of the Company's taxable income. The Company does pay New York City unincorporated business tax.

#### c) Cash and Cash Equivalents

The Company considers demand deposited money market funds to be cash equivalents. The Company maintains cash in bank accounts which, at times, may exceed federally insured limits or where no insurance is provided. The Company has not experienced any losses in such accounts and does not believe it is exposed to any significant credit risk on cash and cash equivalents.

#### d) Equipment

Equipment is carried at cost and is depreciated on a straight line basis over its useful life of 5-7 years.

#### e) Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, and the reported amounts of revenues and expenses.

#### f) Subsequent Events

The Company has evaluated events and transactions that occurred between December 31, 2017 and February 10, 2018, which is the date the financial statements were available to be issued, for possible disclosure and recognition in the financial statements.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2017

#### Note 3 - Profit Sharing Plan

The Company is a sponsor of a defined contribution profit sharing plan for its eligible employees. Contributions to the plan, if any, are determined by the employer and come out of its current accumulated profits. The employer's contribution for any fiscal year shall not exceed the maximum allowable as a deduction to the employer under the provisions of the IRS Code Section 404, as amended, or replaced from time to time.

The Company's liability to the plan for the year ended December 31, 2017, was \$175,898.

#### Note 4 - Property, Equipment and Leasehold Improvements

Major classifications of property and equipment, as of December 31, 2017, are summarized as follows:

Furniture and equipment	<b>\$ 38,940</b>
	38,940
Less: Accumulated depreciation	(19,299)
<u>-</u>	19,641
Artwork carried at cost,	·
and, not depreciated	8,660
•	\$ 28,301

#### Note 5 - Commitments and Contingencies

The Company leases office space pursuant to a lease agreement expiring February 28, 2020. Rental payments plus escalation for real estate taxes, are payable monthly. The Company's minimum rental commitments over the next three years are as follows:

<u>Year</u>	<u>Amount</u>
2018	\$132,900
2019	\$132,900
2020	\$ 44,300

#### Note 6 - Net Capital Requirement

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 1500%. At December 31, 2017, the Company had net capital of \$312,905 which was \$306,419 in excess of its required net capital of \$6,486. The Company's net capital ratio was 31.09%.

#### Note 7 - Members' Equity

The Company has two classes of members' equity, Capital Interests and Profits Interests. Net profits or losses are allocated among the members in accordance with their respective participating percentages. The amount of any gain or loss realized in connection with the

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2017

Note 7 - Members Equity (continued)

sale of all or substantially all of the business shall be allocated and distributed among the members in accordance with their respective Participating Percentages provided, however, that a Profits Interest member shall not be allocated any portion of the sale proceeds attributable to fair market value of the Company's business as of the date of that member's admission as a member of the Company.

A copy of the Firm's Statement of Financial Condition as of December 31, 2017, pursuant to SEC Rule 17a-5, is available for examination at the Firm's office and at the regional office of the SEC.



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Jay Lerner, C.P.A. jlerner@lernersipkin.com

Joseph G. Sipkin, C.P.A. jsipkin@lernersipkin.com

#### REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Members of
Cambridge International Partners LLC
780 Third Avenue — 7th Floor
New York, NY 10017

#### **Opinion on the Financial Statement**

We have audited the accompanying statement of financial condition of Cambridge International Partners LLC as of December 31, 2017, and the related notes (collectively referred to as the financial statement). In our opinion, the statement of financial condition presents fairly, in all material respects, the financial position of Cambridge International Partners LLC as of December 31, 2017 in conformity with accounting principles generally accepted in the United States of America.

#### **Basis for Opinion**

The financial statement is the responsibility of Cambridge International Partners LLC's management. Our responsibility is to express an opinion on Cambridge International Partners LLC's financial statement based on our audit. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to Cambridge International Partners LLC in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audit in accordance with the standards of PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement, whether due to error or fraud. Our audit included performing procedures to assess the risks of material misstatement of the financial statement, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audit also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

Lerner & Sipkin CPAs, LLP

Certified Public Accountants (NY)

We have served as Cambridge International Partners LLC's auditor since 2009.

New York, NY February 2, 2018

## CAMBRIDGE INTERNATIONAL PARTNERS LLC STATEMENT OF FINANCIAL CONDITION

December 31, 2017